# MEDICAL DISPUTE RESOLUTION FINDINGS AND DECISION

PART I: GENERAL INFORMATION	
Type of Requestor: (X) HCP () IE () IC	<b>Response Timely Filed?</b> () Yes (X) No
Requestor	MDR Tracking No.: M4-03-8391-01
Advanced Practice, Inc.	TWCC No.:
On Behalf of: Baylor All Saints Medical Center 17101 Preston Rd., #180-S	Injured Employee's Name:
Dallas, TX 75248	
Respondent	Date of Injury:
American Insurance Co. c/o FOL	Employer's Name: Master Fibers Inc.
Rep. Box #19	Insurance Carrier's No.: 149108534

#### PART II: SUMMARY OF DISPUTE AND FINDINGS

Dates of Service CPT Code(s) or Description		Amount in Dispute	Amount Due	
From	То	Ci i Couc(s) or Description	rinount in Dispute	Amount Duc
3-19-03	3-23-03	Inpatient Hospitalization	\$20,432.46	\$0.00

#### PART III: REQUESTOR'S POSITION SUMMARY

Our findings reveal this claim has not been paid according to the hospital fee guideline published by the Texas Workers Compensation Commission (TWCC). This claim in the amount of \$62,848.94 is an inpatient surgical claim in which charges exceed \$40,000, the stoploss threshold amount, however payment is not based on this methodology.

### PART IV: RESPONDENT'S POSITION SUMMARY

Requestor billed a total of \$83,196.97. The Requestor asserts it is entitled to reimbursement in the amount of \$20,432.46...Carrier asserts that Provider is not entitled to additional reimbursement, and in fact, Provider owes Carrier a refund of \$11,546.00 for overpayment of implantables.

## PART V: MEDICAL DISPUTE RESOLUTION REVIEW SUMMARY, METHODOLOGY, AND/OR EXPLANATION

This dispute relates to inpatient services provided in hospital setting with reimbursement subject to the provisions of Rule 134.401 (Acute Care Inpatient Hospital Fee Guideline). The hospital has requested reimbursement according to the stop-loss method contained in that rule. Rule 134.401(c)(6) establishes that the stop-loss method is to be used for "unusually costly services." The explanation that follows this paragraph indicates that in order to determine if "unusually costly services" were provided, the admission must not only exceed \$40,000 in total audited charges, but also involve "unusually extensive services."

After reviewing the documentation provided by both parties, it does **not** appear that this particular admission involved "unusually extensive services." Accordingly, the stop-loss method does not apply and the reimbursement is to be based on the per diem plus carve-out methodology described in the same rule.

The total length of stay for this admission was 4 days (consisting of 4 days for surgical). Accordingly, the standard per diem amount due for this admission is equal to \$4472.00 (4 times \$1,118). In addition, the hospital is entitled to additional reimbursement for (implantables/MRIs/CAT Scans/pharmaceuticals) as follows:

Invoice from DePuy \$8535.00 + 10% = \$9388.50. Invoice from Community Blood Center \$670.00 + 10% = \$737.00TOTAL of Invoices = \$10,125.50

TOTAL of Invoices and Per Diem/ Surgery \$10,125.50 + \$4472.00 = \$14,597.50

The insurance carrier paid \$26, 704.24 for the inpatient hospitalization.

previously paid by the insurance carrier, we		due for these services.			
PART VI: COMMISSION DECISION					
Based upon the review of the disputed h <b>not</b> entitled to additional reimbursement		w Division has determined that the requestor is			
Findings and Decision by:					
	Elizabeth Pickle, RHIA	May 17, 2005			
Authorized Signature	Typed Name	Date of Order			
PART VII: YOUR RIGHT TO REQUEST A HEARING					
Either party to this medical dispute may disagree with all or part of the Decision and has a right to request a hearing. A request for a hearing must be in writing and it must be received by the TWCC Chief Clerk of Proceedings/Appeals Clerk within 20 (twenty) days of your receipt of this decision (28 Texas Administrative Code § 148.3). This Decision was mailed to the health care provider and placed in the Austin Representatives box on This Decision is deemed received by you five days after it was mailed and the first working day after the date the Decision was placed in the Austin Representative's box (28 Texas Administrative Code § 102.5(d)). A request for a hearing should be sent to: Chief Clerk of Proceedings/Appeals Clerk, P.O. Box 17787, Austin, Texas, 78744 or faxed to (512) 804-4011. A copy of this Decision should be attached to the request. The party appealing the Division's Decision shall deliver a copy of their written request for a hearing to the opposing party involved in the dispute.  Si prefiere hablar con una persona in español acerca de ésta correspondencia, favor de llamar a 512-804-4812.					
PART VIII: INSURANCE CARRIER DELIVERY CERTIFICATION					
I hereby verify that I received a copy of this Decision in the Austin Representative's box.					
Signature of Insurance Carrier:		Date:			